

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. General Information

1. Report Time Period: From (mo./yr.) Jan 2003 To (mo./yr.) Jan 2004
2. DOGM File Number (Mine No): S / 470 / 064
3. Mine Name: COTTONWOOD
4. Mineral(s) Mined (or permitted to mine): GILSONITE
5. Type of mine ☐ Surface Mine or ☒ Underground Mine
6. Legal Description (Location of Lands Affected):
____ 1/4, ____ 1/4, ____ 1/4, Section 35, Township 10S, Range 21E
____ 1/4, ____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
____ 1/4, ____ 1/4, ____ 1/4, Section _____, Township _____, Range _____
7. Name of Operator or Company: LEXCO, INC.
8. Permanent Street Address: Box 1198
City, State, Zip: VERNAL, UTAH 84078
Phone: 435 545-2477 Fax: 435 545-2476
9. Company Representative (or designated operator):
Name: JAMES M. LEXAS
Title: PRES.
Business Address: Box 1198
City, State, Zip: VERNAL, UTAH 84078
Phone: 435 545-2477 Fax: 435 545-2476
☐ Please check if any of the above information has changed since previous year.

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes ☒ No ☐
2. If no - what was the last year of activity? _____
3. If yes - how much ore or mineral was mined? 7703 TONS

Reviewed
2/26/04

RECEIVED

JAN 15 2004

DIV. OF OIL, GAS & MINING

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

UNDERGROUND MINING AT COTTONWOOD #1 + #2

5. How much **additional acreage** was disturbed during the past year? 0

6. How much acreage was **reclaimed** during the past year? 0

7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

N/A

8. What is the **total** disturbed acreage of entire project at years end? LESS THAN 4 ACRES

9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

CONTINUE UNDERGROUND MINING

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. Additional Information - R647-4-121.2 and .3

1. The operator shall include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.
2. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print):

Title of Operator:

Signature of Operator:

Date:

JAMES M. LEKAS
Pres
[Signature]
JAN 2, 2003